

**BOARD LETTER – SUMMARY SHEET
HEALTH AND MENTAL HEALTH SERVICES CLUSTER**

AGENDA REVIEW	5/14/2014
BOARD MEETING	6/04/2014
SUPERVISORIAL DISTRICT	All
DEPARTMENT	Mental Health
SUBJECT	Approval to extend the repayment of disallowed costs resulting from a Contract Compliance Review of San Gabriel Children's Center, Inc.
PROGRAM	Mental Health Legal Entity Agreement with San Gabriel Children's Center, Inc. (SGCC)
DEADLINES	6/30/2014
COST & FUNDING	There is no fiscal impact for this action.
PURPOSE OF REQUEST	Approval to amend existing Department of Mental Health Legal Entity Agreement with San Gabriel Children's Center, Inc., to extend the repayment period for disallowed costs resulting from the Contract Compliance Reviews conducted by the County of Los Angeles Auditor-Controller.
SUMMARY/ ISSUES (Briefly summarize program and potential issues or concerns. Identify changes, if any, to level of funding or staffing; how funding will be utilized and why best use; prior accomplishments; and for BLs involving contracts, also note changes to the contract term.)	<p>Board approval of the recommended actions will extend the repayment period for disallowed costs resulting from the Fiscal Year (FY) 2009-10, FY 2010-11 and FY 2011-12 Contract Compliance Reviews of SGCC conducted by the County of Los Angeles Auditor-Controller (A-C). SGCC has requested an extension to repay funds over a period not to exceed five months, in lieu of the three-month repayment period provided in the Legal Entity (LE) Agreement. DMH initiated the repayment process in September 2013 and is seeking Board approval for the completion. SGCC made one payment in September 2013 and another payment in March 2014. SGCC has indicated that the repayment of the balance of funds in one month will have an immediate adverse fiscal impact on their operations and the level and quality of mental health services provided. The requested extension of the repayment period will mitigate this impact.</p> <p>There is no fiscal impact for this action.</p>
DEPT. & COUNTY COUNSEL CONTACTS	<p>MENTAL HEALTH: Kimberly Nall, KNall@dmh.lacounty.gov (213)738-4625</p> <p>COUNTY COUNSEL: Jason Carnevale, jcarnevale@counsel.lacounty.gov, (213)974-1827</p>